

#### California ISO – Leading the Transition to a Low Carbon Grid

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#### California energy and environmental policies drive renewable integration and transmission needs

#### 2020 Policies

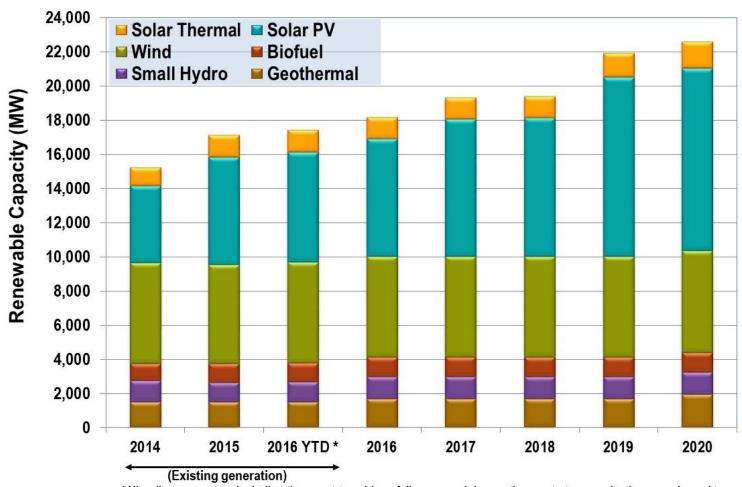
- Greenhouse gas reductions to 1990 levels
- 33% of load served by renewable generation
- 12,000 MW of distributed generation
- Ban on use of once-through cooling in coastal power plants

#### 2030 Policy Goals

- 50% renewables
- Double energy efficiency existing buildings
- Greenhouse gas reductions



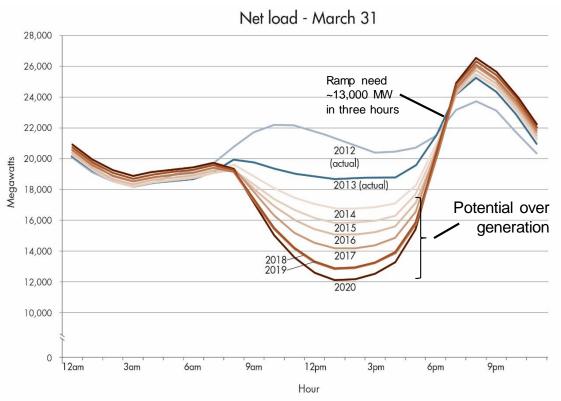
### Renewable Development Projections (transmission-connected)



<sup>\*</sup>All online resources, including those yet to achieve full commercial operation, up to to capacity they are cleared to operate at.



## New resource mix can lead to significant over-supply conditions and potential for renewable generation curtailments.



# Increase storage and demand response Enable economic dispatch of renewables Decarbonize transportation fuels Retrofit existing power plants Align time-of-use rates with system conditions Target energy efficiency Deepen regional coordination



## Key CAISO initiatives for enabling renewable integration



**Advanced Forecasting** 



Enhancing regional coordination



Advanced Applications



Removing market barriers for new technologies



Market Enhancements



#### Energy imbalance market (EIM) is an easily-scalable extension of the real-time market to a broader region

- Total savings of \$45.69 million through year ending 2015
- 17,776 MWh curtailment avoided, displacing 7,521 metric tons of CO2.
- Integration of renewables across a larger geographical area
- Enhances reliability with improved situational awareness
- Reduces costs through automatic economic dispatch
- Balancing authorities maintain control and reliability responsibilities

